

March 14, 2007

The Honorable Charles Terreni Chief Clerk and Administrator Public Service Commission of South Carolina Post Office Drawer 11649 Columbia, South Carolina 29211

RE: Carolina Power & Light Company d/b/a Progress Energy Carolinas, Inc. -

Annual Review of Base Rates for Fuel Costs

Docket No. 2007-1-E

Dear Mr. Terreni:

Progress Energy Carolinas, Inc. ("PEC") is sympathetic to the request of Nucor Steel – South Carolina ("Nucor") for additional time in which to develop its direct testimony in PEC's 2007 fuel case. However, PEC believes that Nucor's request for four (4) weeks is excessive. PEC's proposed compromise procedural schedule that more equitably allocates the time between the filing of PEC's case on May 2, 2007 and the hearing scheduled for June 13, 2007 is set forth below:

May 2, 2007	PEC testimony due	
May 23, 2007	Intervenor direct testimony due	
June 6, 2007	5, 2007 PEC rebuttal testimony due	
June 11, 2007	Intervenor surrebuttal testimony due	
June 13, 2007	Hearing	

This schedule gives intervenors an additional week in which to prepare their direct testimony and gives PEC an additional week to respond to intervenor direct testimony.

With regard to discovery, Nucor Steel has participated in numerous PEC fuel cases and is well aware of the issues to be addressed in such cases. Therefore, there is no reason for Nucor to wait until PEC files on May 2, 2007 for Nucor to submit its discovery requests. In fact, it would be helpful to PEC if Nucor were to submit its initial discovery request prior to the filing of PEC's direct case which is the practice of the Office of Regulatory Staff.

Sincerely,

/s/ Len S. Anthony

Len S. Anthony Deputy General Counsel

LSA:mhm

246615

STATE OF SOUTH CAROLINA BEFORE THE PUBLIC SERVICE COMMISSION

DOCKET NO. 2007-1-E

*				- 0
m	tha	N. /	attar	Ot:
111	uic	IVI	latter	UI.

Carolina Power & Light Company, d/b/a)	
Progress Energy Carolinas, Inc., - Annual)	CERTIFICATE OF SERVICE
Review of Base Rates for Fuel Costs)	

I, Len S. Anthony, hereby certify that Carolina Power & Light Company d/b/a Progress Energy Carolinas, Inc.'s (PEC) Reply Response to Nucor's Request to change filing dates has been served on all parties of record electronically, by hand delivery or by depositing said copy in the United States mail, postage prepaid, addressed as follows this the 14th day of March, 2007:

Wendy B. Cartledge, Esq. Nanette Edwards, Esq. Office of Regulatory Staff P.O. Box 11263 Columbia, SC 29211

Thomas S. Mullikin Robert R. Smith Moore & Van Allen, PLLC 100 North Tryon Street Suite 4700 Charlotte, NC 28202 John Flitter State of South Carolina Office of Regulatory Staff P.O. Box 11263 Columbia, SC 29211

Garrett A. Stone Michael K. Lavanga Brickfield, Burchette, Ritts & Stone, P.C. 1025 Thomas Jefferson Street, NW Eighth Floor, West Tower Washington, DC 2007

Len S. Anthony

Deputy General Counsel-Regulatory Affairs

Progress Energy Carolinas, Inc. 410 S. Wilmington St. / PEB 17A4

Raleigh, NC 27602 Tel: 919-546-6367